

association. The Administrator may approve notice to stockholders by publication in the same manner as provided to members of mutual associations. The secretary or other officer of the association shall make proof by affidavit at such meeting of the due service of the notice or call for said meeting."

Sec. 14. G.S. 54B-55, as the same appears in Volume 2B of the General Statutes of North Carolina, is amended by:

(a) deleting subsection (c); and

(b) renumbering the present subsections (d), (e) and (f) to be subsections (c), (d) and (e), respectively.

Sec. 15. G.S. 54B-57(a)(2), as the same appears in Volume 2B of the General Statutes of North Carolina, is amended in the fourth line thereof by inserting after the word "change" and before the word "and" the following words and punctuation ", savings and loan holding company acquisition,".

Sec. 16. G.S. 54B-77, as the same appears in Volume 2B of the General Statutes of North Carolina, is amended by adding a new subsection (c) to read as follows:

"(c) To such extent as the Administrator may authorize by regulation or advice in writing, a State association may issue notes, bonds, debentures, or other obligations or securities."

Sec. 17. G.S. 54B-101(a), as the same appears in Volume 2B of the General Statutes of North Carolina, is amended by deleting the second sentence and substituting in lieu thereof the following:

"Voting for directors by withdrawable account holders shall be weighted according to the total amount of withdrawable accounts held by such members, subject to any maximum number of votes per member which an association may choose to prescribe in the bylaws of the association."

Sec. 18. G.S. 54B-150(a), as the same appears in Volume 2B of the General Statutes of North Carolina, is rewritten to read as follows:

"(a) The board of directors shall establish procedures by which loans are to be considered, approved, and made by the association."

Sec. 19. G.S. 54B-151(j), as the same appears in Volume 2B of the General Statutes of North Carolina, is amended in line 2 by changing the semicolon to a period, and by rewriting the remainder of the paragraph to read as follows:

"Loans made solely upon security of collateral consisting of stock or equity securities which are not listed on a national stock exchange or regularly quoted and offered for trade on an over-the-counter market, shall be considered loans without security."

Sec. 20. G.S. 54B-154, as the same appears in Volume 2B of the General Statutes of North Carolina, is rewritten to read as follows:

"§ 54B-154. *Insider loans.*—The Administrator shall promulgate rules and regulations consistent with this section, and as he deems necessary, to govern the making of loans to officers and directors, and their associates, and companies or other business entities controlled by them.

Such loans shall be in the ordinary business of the association, which do not involve more than normal risk of collectibility, or pose other unfavorable features. Such loans shall be made only when approved by a majority of the directors, by resolution upon which no director interested in the loan proceeds may vote, and only upon a full disclosure of the transaction to the board. Full disclosure must include whether the loan is made on substantially the same